



# Oregon

Kate Brown, Governor

Department of Transportation

Director's Office

355 Capitol St. NE, MS 11

Salem, OR 97301

**DATE:** January 28, 2019  
**TO:** Senate Committee on Business and General Government  
**FROM:** Lindsay Baker, Government Relations Manager  
**SUBJECT:** SB 53 – Oregon Department of Aviation Central Services

## INTRODUCTION

Senate Bill 53 would allow the Director of the Oregon Department of Aviation to request central business services from the Oregon Department of Transportation (ODOT).

## DISCUSSION

SB 53 allows the Oregon Department of Aviation to request central business services from ODOT. These services may include:

1. budget preparation services;
2. accounts payable, accounts receivable, payroll, receipts and disbursements;
3. records and inventory maintenance accounting services;
4. financial management reports, and revenue and expenditure projections;
5. purchasing, leasing and contracting services;
6. internal audit services;
7. computer and information system services; and
8. human resource services.

Currently, ORS 835.017 requires ODOT to provide the central business services mentioned above, and authorizes ODOT to assess the Oregon Department of Aviation a fee for providing these services. The measure amends the statute to authorize ODOT to provide these services *at the request of* the Oregon Department of Aviation (emphasis added).

The services ODOT currently provides pursuant to ORS 835.017 represent a de minimis amount of work, and are currently managed through various service level agreements detailing the manner and process by which these services are provided; the services are assessed on a biennial basis. If SB 53 passes, ODOT will work with the Oregon Department of Aviation to renegotiate these service level agreements to reflect only the services they wish to receive.

## SUMMARY

SB 53 provides the Oregon Department of Aviation with additional options for managing their central business service functions. The measure poses little impact to ODOT, and any subsequent reduction in assessments would be minimal.

Please let me know if you have any questions.

Sincerely,

Lindsay Baker  
Government Relations Manager  
Oregon Department of Transportation